

## REQUEST FOR COUNCIL ACTION

**SUBJECT:** 2014-2015 Budget Review

**SUMMARY:** This information shows the forecasted General Fund Unrestricted Fund Balance for the City of West Jordan as of April 30, 2014. Included is also a proposed list of projects that can be funded in the 2013-2014 Year to use Fund Balance to address City needs and Council goals.

In addition, the information provides an updated revenue budget for 2014-2015 with the following changes

1. Increase expected Sales Tax from 3.5% to 4% of 2013-2014 Budgeted Amounts
2. Increase Property Tax by \$446,496.90 for Personal Property Tax
3. Increased Fines and Forfeitures by \$100,000 to match current year projections

Expense would increase by \$500,000 on-going to address employee compensation concerns, \$50,000 one-time to fund a lobbyist to work with the City regarding Auto Dealership legislation, and \$20,000 one-time for a consultant regarding Economic Development with the City Center

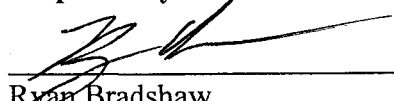
**STAFF RECOMMENDATION:**

Staff recommends adding current changes to revenue and expenses for the 2014-2015 Budget

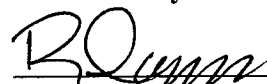
**MOTION RECOMMENDED:**

"I move to direct staff to make the proposed changes to the Budget"

**Prepared by:**

  
Ryan Bradshaw  
Finance Manager/Controller

**Reviewed by:**

  
Richard L. Davis  
City Manager

**BACKGROUND DISCUSSION:**

See attached Spreadsheets

**General Fund Summary**  
**Adjusted Tentative Budget as of May 21, 2014**

	2012-2013	2013-2014	2014-2015
	Actuals	Projected	Budget
<b>Revenues</b>			
Other Taxes	\$ 36,369,124.00	\$ 35,703,802.92	\$ 36,106,226.78
License and Permits	\$ 1,487,852.00	\$ 2,034,636.65	\$ 1,705,650.00
Intergovernmental	\$ 3,939,374.00	\$ 3,803,664.66	\$ 3,875,825.00
Charges for Services	\$ 3,181,446.00	\$ 3,487,496.86	\$ 3,079,556.00
Interfund Charges	\$ 3,690,514.00	\$ 3,756,652.53	\$ 3,741,626.00
Fines and Forfeitures	\$ 1,488,606.00	\$ 1,507,690.07	\$ 1,500,000.00
Miscellaneous	\$ 553,041.00	\$ 502,069.57	\$ 403,060.00
Events	\$ 163,765.00	\$ 132,174.64	\$ 221,000.00
Transfers In			\$ 224,989.00
Additional Funds			\$ 337,306.00
<b>Total On-Going Revenue</b>	<b>\$ 50,873,722.00</b>	<b>\$ 50,928,187.90</b>	<b>\$ 51,195,238.78</b>
<b>Expenses</b>			
City Manager	\$ 2,512,847.00	\$ 2,821,491.73	\$ 2,764,144.00
Courts	\$ 723,483.00	\$ 1,410,752.37	\$ 784,920.00
Admin Services	\$ 5,425,715.00	\$ 7,936,505.17	\$ 5,567,753.00
City Attorney	\$ 1,276,571.00	\$ 734,779.82	\$ 1,700,520.00
Public Works	\$ 11,145,120.00	\$ 11,617,850.03	\$ 12,111,540.00
Development	\$ 1,411,424.00	\$ 1,390,830.04	\$ 1,549,428.00
Police	\$ 13,902,364.00	\$ 14,296,966.04	\$ 15,314,858.00
Fire	\$ 9,479,948.00	\$ 9,555,273.51	\$ 9,487,231.00
New Ongoing - Supp Requests			\$ 632,013.00
New Ongoing - Initiatives			\$ 443,083.00
Vehicle Replacement			\$ 1,200,000.00
Supplement to Other Funds			\$ 235,523.00
One time Costs			\$ 972,234.00
<b>Total Expenses</b>	<b>\$ 45,877,472.00</b>	<b>\$ 49,764,448.71</b>	<b>\$ 52,763,247.00</b>
<b>Total Net Increase (Decrease)</b>	<b>\$ 4,996,250.00</b>	<b>\$ 1,163,739.19</b>	<b>\$ (1,568,008.22)</b>
<b>Additional Information</b>			
Turnover Saving			\$ 1,200,000.00
Use of Fund Balance			\$ 368,008.22
<b>Start FY15-16 Ongoing Overage</b>			<b>\$ (604,225.78)</b>

**Notes**

1. Increased Sales Tax by \$78,363.88 by changing increase from 3.5% to 4%
2. Increased Property tax by \$446,496.90 by changing base amount 2014 Actuals
3. Increased Fines and Forfeitures revenue to match Actuals (\$100,000 increase)

# Forecasted General Fund Balance Analysis

April 30, 2014

	Budget	Actual	Forecasted Amt
<b>Revenue</b>			
Taxes	\$ 35,219,237.00	\$ 28,944,543.88	\$ 35,734,004.79
License and Permits	\$ 1,740,700.00	\$ 1,627,709.32	\$ 2,034,636.65
Intergovernmental	\$ 3,883,749.00	\$ 2,662,565.26	\$ 3,803,664.66
Charges for Services	\$ 3,087,205.00	\$ 2,894,622.39	\$ 3,487,496.86
Interfund Charges	\$ 3,741,626.00	\$ 3,118,021.60	\$ 3,756,652.53
Fines and Forfeitures	\$ 1,500,500.00	\$ 1,251,382.76	\$ 1,507,690.07
Miscellaneous	\$ 405,060.00	\$ 416,717.74	\$ 502,069.57
Events	\$ 233,000.00	\$ 109,704.95	\$ 132,174.64
Total	\$ 49,811,077.00	\$ 41,025,267.90	\$ 50,958,389.76
<b>Expenses</b>			
Justice Court	\$ 772,365.00	\$ 619,529.45	\$ 734,779.82
City Manager	\$ 3,082,452.00	\$ 2,317,107.77	\$ 2,821,491.73
Administrative Services	\$ 8,773,832.00	\$ 7,113,159.16	\$ 7,936,505.17
City Attorney	\$ 1,577,951.00	\$ 1,189,555.29	\$ 1,410,752.37
Public Works	\$ 11,977,653.00	\$ 9,622,057.17	\$ 11,437,658.81
Development	\$ 1,549,344.00	\$ 1,170,860.19	\$ 1,390,830.04
Police	\$ 16,323,337.00	\$ 11,986,366.18	\$ 14,296,966.04
Fire	\$ 9,963,949.00	\$ 7,998,876.54	\$ 9,763,627.01
Total	\$ 54,020,883.00	\$ 42,017,511.75	\$ 49,792,610.99
Fund Balance 7/1/13			\$ 20,037,928.00
Restricted Fund Balance from C-Road Funds			\$ (6,300,000.00)
Change to Fund Balance			\$ 1,165,778.77
Projected Fund Balance 6/30/14			\$ 14,903,706.77
Allowable Fund Balance			\$ 12,739,597.44
Difference			\$ (2,164,109.33)

**General Fund Budget Adjustments**  
**May 21, 2014**

**FY 2013-2014 Budget Adjustments**

	One-Time
Street Lighting Project	\$ 1,000,000.00
Increase to Station 54 Project	\$ 165,000.00
Park Irrigation System	\$ 1,500,000.00
Fleet Fund Vehicle Purchases	\$ 1,500,000.00
Risk Management Fund Contribution	
Use of Excess Fund Balance	\$ 4,165,000.00
Projected Fund Balance 6/30/14	\$ 14,903,706.77
<b>Projected Fund Balance 7/1/14 (After Transfers)</b>	<b>21.07% \$ 10,738,706.77</b>

**Additions to Budget FY 14-15**

	On-Going	One-time
Employee Compensation Adjustments	\$ 500,000.00	
Lobbyist for Legislature (Car Dealerships)		\$ 50,000.00
Economic Development Consultant		\$ 20,000.00
<b>Total</b>	<b>\$ 500,000.00</b>	<b>\$ 70,000.00</b>
Prior On-going Expense over Revenue	\$ (604,225.78)	
<b>Revised Start FY 15-16 Ongoing Overage</b>	<b>\$ (104,225.78)</b>	

<b>Additional Use of Fund Balance</b>	<b>\$ 570,000.00</b>
<b>Prior Use of Fund Balance</b>	<b>\$ 368,008.22</b>
<b>New Use of Fund Balance</b>	<b>\$ 938,008.22</b>
<b>Project Fund Balance 7/1/15</b>	<b>19.14% \$ 9,800,698.55</b>